

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02102B
Rancho Del Conejo Community Water Co-Op, Inc.
13130 W. Rudasill Rd.
Tucson, AZ 85743

RECEIVED

APR 2 2011
ACC UTILITIES DIRECTOR

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2010
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FOR COMMISSION USE

ANN 04	10
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3-29-11

COMPANY INFORMATION

Company Name (Business Name) Rancho Del Conejo Community Water Co-Op, Inc.

Mailing Address 13130 W. Rudasill Rd.

(Street)

Tucson

(City)

AZ

(State)

85743

(Zip)

520-682-8335

Telephone No. (Include Area Code)

520-682-8335

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address Same as above

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION



Management Contact:

David Putnam

(Name)

President

(Title)

13130 W. Rudasill Rd.

(Street)

Tucson

(City)

AZ

(State)

85743

(Zip)

520-682-8335

Telephone No. (Include Area Code)

520-682-8335

Fax No. (Include Area Code)

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Email Address _____

On Site Manager:

David Putnam

(Name)

13130 W. Rudasill Rd.

(Street)

Tucson

(City)

AZ

(State)

85743

(Zip)

520-682-8335

Telephone No. (Include Area Code)

520-682-8335

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

Statutory Agent:		<u>Larry Udall</u>	
		(Name)	
<u>501 E. Thomas Rd.</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85012</u>
(Street)	(City)	(State)	(Zip)
<u>602-393-1700</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Attorney:		<u>Larry Udall</u>	
		(Name)	
<u>501 E. Thomas Rd.</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85012</u>
(Street)	(City)	(State)	(Zip)
<u>602-393-1700</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address _____			

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input checked="" type="checkbox"/> Other (Describe) <u>Non-Profit Corporation (Co-op)</u> | |

COUNTIES SERVED

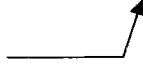
Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|--|---|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input checked="" type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	1813	---	1813
302	Franchises			
303	Land and Land Rights	10942	---	10942
304	Structures and Improvements	15040	9260	5780
307	Wells and Springs	153629	55794	97835
311	Pumping Equipment	141545	124917	16628
320	Water Treatment Equipment	208788	3480	205308
330	Distribution Reservoirs and Standpipes	17162	17162	---
331	Transmission and Distribution Mains	447109	225986	221123
333	Services	43154	19122	24032
334	Meters and Meter Installations	41155	40233	922
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	9362	4586	4776
341	Transportation Equipment	2600	260	2340
343	Tools, Shop and Garage Equipment	5793	4395	1398
344	Laboratory Equipment			
345	Power Operated Equipment	19900	13070	6830
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1117992	518265	599727

This amount goes on the Balance Sheet Acct. No. 108



CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	1813	---	
302	Franchises			
303	Land and Land Rights	10942	---	---
304	Structures and Improvements	15040	3.33%	501
307	Wells and Springs	153629	3.33%	5121
311	Pumping Equipment	141545	12.50%	17693
320	Water Treatment Equipment	208788	3.33%	3480
330	Distribution Reservoirs and Standpipes	17162	5.00%	Fully Depreciated
331	Transmission and Distribution Mains	447109	2.00%	8942
333	Services	43154	3.33%	1438
334	Meters and Meter Installations	41155	8.33%	3429
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	9362	6.67%	624
341	Transportation Equipment	2600	20.00%	260
343	Tools, Shop and Garage Equipment	5793	5.00%	290
344	Laboratory Equipment			
345	Power Operated Equipment	19900	5.00%	995
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1117992		42773

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

Less: Amortization of Contributions in Aid of Construction

(10181)
\$ 32592

See Accountants' Report.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	85634	80211
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	13074	14232
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	3009	3009
	TOTAL CURRENT AND ACCRUED ASSETS	101717	97452
	FIXED ASSETS		
101	Utility Plant in Service	905578	1117992
103	Property Held for Future Use	128698	---
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(475492)	(518265)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	558784	599727
	TOTAL ASSETS	660501	697179

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable		
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	11417	12396
236	Accrued Taxes	487	637
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	11904	13033
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	358402	431326
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	13299	13256
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits	475769	476209
271	Contributions in Aid of Construction	(204358)	(214539)
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	284710	274926
	TOTAL LIABILITIES	655016	719285
	CAPITAL ACCOUNTS		
201	Common Stock Issued		
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	5485	(22106)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	5485	(22106)
	TOTAL LIABILITIES AND CAPITAL	660501	697179

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	133176	137014
460	Unmetered Water Revenue		
474	Other Water Revenues	11457	9724
	TOTAL REVENUES	144633	146738
	OPERATING EXPENSES		
601	Salaries and Wages	35956	38243
610	Purchased Water		
615	Purchased Power	26931	25537
618	Chemicals		
620	Repairs and Maintenance	1839	5970
621	Office Supplies and Expense	8365	11201
630	Outside Services	12164	15055
635	Water Testing	2259	2373
641	Rents		
650	Transportation Expenses	2561	4231
657	Insurance – General Liability	6130	4818
659	Insurance - Health and Life	5839	7264
666	Regulatory Commission Expense – Rate Case	3340	---
675	Miscellaneous Expense	631	---
403	Depreciation Expense	28767	32592
408	Taxes Other Than Income	4233	2123
408.11	Property Taxes	8140	8096
409	Income Tax		
	TOTAL OPERATING EXPENSES	147155	157503
	OPERATING INCOME/(LOSS)	(2522)	(10765)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	71	68
421	Non-Utility Income	6100	2158
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(12466)	(19052)
	TOTAL OTHER INCOME/(EXPENSE)	(6295)	(16826)
	NET INCOME/(LOSS)	(8817)	(27591)

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	5/16/2002	11/21/2008		
Source of Loan	U.S.D.A.	WIFA		
ACC Decision No.	61733	70311		
Reason for Loan	Plant Upgrade	Arsenic Removal System--Well #3		
Dollar Amount Issued	266300.00	\$192605.14	\$	\$
Amount Outstanding	238720.69	\$192605.14	\$	\$
Date of Maturity	6/30/2041	11/01/2028		
Interest Rate	5.00%	%	%	%
Current Year Interest	\$12032.47	\$7019.08	\$	\$
Current Year Principle	\$3531.53	\$6443.26	\$	\$

Meter Deposit Balance at Test Year End \$ 12396

Meter Deposits Refunded During the Test Year \$ 2220

COMPANY NAME Rancho Del Conejo Community Water Co-op, Inc.	
Name of System: 10142	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-622-894	7.5	45	500	7-1/2	2-1/2	1969
55-622-895	40.0	200	600	12	3	1972
55-579-159	40.0	200	800	8	3	2000

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	1		
10	2		
20	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
15000	1	N/A	1
20000	1	1000	1
6000	1	5000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME Rancho Del Conejo Community Water Co-op, Inc.	
Name of System: 10142	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS			CUSTOMER METERS	
Size (in inches)	Material	Length (in feet)	Size (in inches)	Quantity
2	PVC	1272	5/8 X ¾	333
3	PVC	12370	3/4	12
4	PVC	8820	1	18
5	PVC	NONE	1 1/2	
6	PVC	28470	2	
8	PVC	400	Comp. 3	
10			Turbo 3	1
12			Comp. 4	
2			Turbo 4	
6			Comp. 6	
			Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:
 ARSENIC REMOVAL SYSTEM _____ -

STRUCTURES:
 NONE _____ -

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

ADEQ Public Water System Number:

COMPANY NAME: Rancho Del Conejo Community Water Co-op, Inc.	
Name of System:	ADEQ Public Water System Number:

UTILITY SHUTOFFS / DISCONNECTS

MONTH		Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			7	
FEBRUARY			7	
MARCH			6	
APRIL			2	
MAY			5	
JUNE			3	
JULY			5	
AUGUST			6	
SEPTEMBER			6	
OCTOBER			5	
NOVEMBER			6	
DECEMBER			2	
TOTALS →			60	

OTHER (description):

COMPANY NAME Rancho Del Conejo Community Water Co-op, Inc. **YEAR ENDING 12/31/2010**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2010 was: \$ 8096

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

COUNTY OF (COUNTY NAME) PIMA
NAME (OWNER OR OFFICIAL) TITLE DAVID PUTNAM, PRESIDENT
COMPANY NAME RANCHO DEL CONEJO COMMUNITY WATER CO-OP, INC.

RECEIVED
9-22-10
ACC UTILITIES DIRECTOR

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

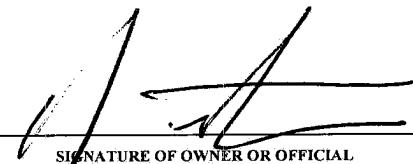
MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



SIGNATURE OF OWNER OR OFFICIAL
520-682-8335

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

24

DAY OF

COUNTY NAME Pima	
MONTH March	2011

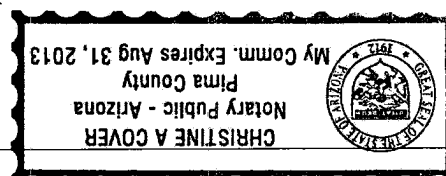
(SEAL)



SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 8/31/2013

See Accountants' Report.



COMPANY NAME Rancho Del Conejo Community Water Co-op, Inc. **YEAR ENDING 12/31/2010**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported Non-profit Cororation (Co-op)
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported Non-profit Cororation (Co-op)
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

032411

DATE

David Putnam

PRINTED NAME

President

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

COUNTY OF (COUNTY NAME) PIMA
NAME (OWNER OR OFFICIAL) TITLE DAVID PUTNAM, PRESIDENT
COMPANY NAME RANCHO DEL CONEJO COMMUNITY WATER CO-OP, INC.

RECEIVED
MAR 22 2011
ACCOUNT UTILITIES DIRECTOR

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 156789

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 10051
IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME


A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 24 DAY OF

(SEAL)

MY COMMISSION EXPIRES 8/31/2013

See Accountants' Report.



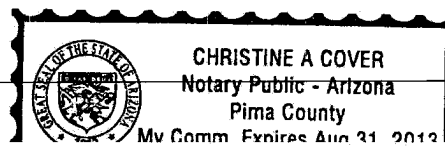
SIGNATURE OF OWNER OR OFFICIAL
520-682-8335

TELEPHONE NUMBER

COUNTY NAME	<u>Pima</u>
MONTH	<u>March</u>
	<u>2011</u>



SIGNATURE OF NOTARY PUBLIC



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

RECEIVED

APR 20 2011

ACCOUNTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

COUNTY OF (COUNTY NAME) PIMA
NAME (OWNER OR OFFICIAL) TITLE DAVID PUTNAM, PRESIDENT
COMPANY NAME RANCHO DEL CONEJO COMMUNITY WATER CO-OP, INC.

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FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 156789

THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 10051

IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

SIGNATURE OF OWNER OR OFFICIAL

520-682-8335

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

24

DAY OF

(SEAL)

MY COMMISSION EXPIRES 8/31/2013

NOTARY PUBLIC NAME <u>Christine A. Cover</u>	
COUNTY NAME <u>Pima</u>	
MONTH <u>March</u>	<u>.2011</u>

Christine A Cover

SIGNATURE OF NOTARY PUBLIC

See Accountants' Report.

